PROVINCE OF BRITISH COLUMBIA

Forty-Ninth Annual Report

of the Business Done in Pursuance of the

Pension (Public Service) Act

YEAR ENDED MARCH 31

1984

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To: The Honourable Robert G. Rogers,
Lieutenant-Governor of the Province of British Columbia

MAY IT PLEASE YOUR HONOUR:

The undersigned respectfully submits the Report of the business done in pursuance of the Pension (Public Service) Act during the fiscal year ended March 31, 1984.

JAMES R. CHABOT
Provincial Secretary and
Minister of Government Services

Office of the Provincial Secretary and
Minister of Government Services,
Victoria, British Columbia
February 11, 1985

The Honourable James R. Chabot
Provincial Secretary and
Minister of Government Services,
Victoria, British Columbia

Sir,

I have the honour to lay before you the Report of the business done in pursuance of the Pension (Public Service) Act during the fiscal year ended March 31, 1984.

Respectfully submitted,

JOHN W. COOK
Superannuation Commissioner

February 11, 1985

PENSION (PUBLIC SERVICE) ACT

ANNUAL REPORT

Report of the business done in pursuance of the Pension (Public Service) Act for the fiscal year ended March 31, 1984

Sections 1,3,4,6,7,8,10,13,15,17,19,41 (employee and employer contributions) - Employee contributions amounted to $71,989,308 made up as follows:

Compulsory and arrears contributions	$ 70,323,298
Voluntary contributions	823,208
Purchase of military or other service	765,150
Repayment of refunds for reinstatement	77,652

As at March 31, 1984 there were 49,055 active contributors.

Employer contributions amounted to $100,493,730 made up as follows:

Minister of Finance-	
Compulsory and arrears matching	$ 70,889,120
Military or other service matching	765,150
Reinstatement matching	77,652
	$ 71,731,922
Other employers -	
British Columbia Assessment Authority	$ 1,770,561
British Columbia Buildings Corporation	2,421,829
British Columbia Development Corporation	164,819
British Columbia Ferry Corporation	5,302,883
British Columbia Housing Management Commission	422,005
British Columbia Institute of Technology	2,694,071
British Columbia Petroleum Corporation	59,925
British Columbia Place Ltd.	163,621
British Columbia Place Stadium	24,928
British Columbia Steamship Company (1975) Ltd.	27,065
British Columbia Systems Corporation	1,604,390
British Columbia Transit	183,428
Crystal Garden	13,506
Emergency Health Services Commission	1,978,459
Employees' union and credit unions and associations	239,261
Kamloops Society for Alcohol and Drug Services	8,173
Liquor Distribution Branch	4,217,531
Management Advisory Council	2,421
Metro Transit Operating Company	7,361,056
Post Secondary Education Councils	51,693
Regional colleges	15,425
Regional districts	3,195
Expo '86 Corporation	30,165
University of Victoria	1,198
	$ 28,761,808

Section 11 - As at March 31, 1984 deposits with the Treasury at credit of the Public Service Superannuation Fund amounted to $11,864,192. Short-term investments held for the Fund amounted to $779,587,659 at cost. Long-term investments held for the Fund amounted to $935,324,869 at book value and are summarized on Schedule 1. A comparative summary of investment transactions and earnings is attached to this report in Schedule 2(a).

Section 12 - Income from investments earned by the Fund during the year amounted to $171,476,124. The distribution of this amount to the accounts of the Fund

includes credits to employee and employer accounts calculated at 4% per annum for employees entering the Service subsequent to April 1 1958 and 5% per annum for those entering the Service prior to that date on the balance on the accounts at April 1 and October 1, 1976, credits to employee voluntary accounts at 6% per annum on the balances at April 1, and October 1, 1976, and credits to Contributory Pensions Account calculated at 5% per annum, on the balances at April 1, and October 1, 1976 as follows:

Employees' Compulsory Contributions Basic Account	$ 16,510,196
Employees' Compulsory Contributions Inflation Adjustment Account	1,486,622
Employees' Voluntary Contributions Account	607,985
Employer Matching Contributions Basic Account	16,510,196
Employer Matching Contributions Inflation Adjustment Account	1,486,622
Contributory Pensions Account	17,472,206
Special Agreement Account re certain former employees of B. C. Hydro and Power Authority	1,689
Special Agreement Accounts re certain employees of the Liquor Distribution Branch	1,059
Special Agreement Account re certain former employees of Medical Services Association	4,371
Reserve Account	107,896,910
Unclaimed Monies Account	-
Inflation Adjustment Pension Reserve	9,498,268

An Investment Committee, consisting of the Commissioner of Public Service Superannuation and the Comptroller, Superannuation Commission, together with representatives from the Ministry of Finance and the British Columbia Government Employees Union, meets on a quarterly basis during the year and sets guidelines and policy under which investments may be purchased and sold.

During the year, the Investment Committee continued the previous year's strategy of investing a major part of the new cash flow in the intermediate term bond market. During the year, the strategy maintained was one of investing 60% of the new cash flow in the intermediate bond market, and 40% in the 6-12 month sector of the money market. In all cases, these investments were in highly liquid instruments such as Government of Canada or Provincial bonds and government or bank paper in the money market.

The Provincial Treasury provides complete financial services to the Pension Fund and includes safekeeping and registration of securities, investment management and cash management. The expenditure for this service was $547,062.

Section 14 - All monies received and paid out under the provisions of this Act are shown in the statement of changes in fund balance and the assets and liabilities appertaining to the granting of superannuation allowances are shown in the statement of financial position. These financial statements are attached to this report.

Pursuant to the 1980 amendments to the Act, these financial statements reflect the creation of an Inflation Adjustment Account for the purpose of financing the annual cost of living supplementary allowances as described below.

Sections 15, 17, 18, 19, and 20 - During the year 952 allowances were granted as follows:

Normal retirement	840
Total and permanent disability	234
Deferred allowances	30
Dependents upon death in service	59

As at March 31, 1984 there were 1,000 former contributors with credits in the Fund who were eligible to apply for deferred superannuation allowances after attaining the minimum retirement age.

The present value of the 952 allowances granted during the year under the Pension (Public Service) Act, in the amount of $86,546,883 was credited to the Contributory Pensions Account from the following sources:

Employees' Compulsory Contributions Basic accumulated with interest	$ 17,500,911
Employees' Voluntary Contributions Account	276,766
Employer Matching Contributions Account	68,758,674
B. C. Hydro Pension Fund re 2 pensions granted	10,532

The present value of 8 superannuation allowances granted during the year under the Legislative Assembly Allowances and Pension Act, in the amount of $2,257,798 was also credited to the Contributory Pensions Account.

Section 16 - Transfers totalling $2,926,508 were received from 2 reciprocal pension funds and 6 other pension funds in respect of 10 contributors upon grant of allowance and in respect of 37 contributors following transfer of service as follows:

Upon grant of allowance -		
B. C. Hydro and Power Authority Pension Fund	2	$ 10,532
Members of the Legislative Assembly Superannuation Account	8	2,257,798
During service -		
Government of Canada Public Service Pension Account	19	395,167
Province of Alberta Public Service Pension Fund	9	150,279
Province of Ontario Public Service Superannuation Fund	2	47,382
Municipal Superannuation Fund	2	3,411
B. C. Hydro and Power Authority Pension Fund re Metro Transit	2	40,788
Teachers' Pensions Fund	2	2,652
Canadian Mortgage and Housing Corporation Pension Fund	1	18,499

By special arrangement, Crown Life Insurance Company reimbursed the Fund amounts totalling $168,135 representing that portion of the superannuation allowances received by former employees of the Liquor Distribution Branch that had been purchased from the Company prior to August 1, 1961.

Transfers totalling $333,809 were made to 3 reciprocal and 4 other pension funds in respect of 6 contributors upon grant of allowance and in respect of 26 contributors following transfer of service.

Upon grant of allowance -		
College Pension Fund	1	$ 1,148
Municipal Superannuation Fund	4	21,160
Teachers' Pensions Fund	1	110
During service -		
Government of Canada Public Service Superannuation Account	18	225,410
B. C. Hydro and Power Authority Pension Fund	1	10,886
Municipal Superannuation Fund	1	397
Province of Alberta Public Service Pension Fund	5	73,010
Members of the Legislative Assembly Superannuation Account	1	1,688

Sections 18(7), 22 and 23 - Refunds totalling $14,616,005 were granted in respect of 3,448 former contributors as follows:

Resignations	3,070	$ 12,602,956
Death in service	82	640,635
Excess and voluntary contributions on grant of allowance	184	1,329,764
Miscellaneous	112	42,650

Of the refunds granted, none were payable to former contributors who were eligible to receive an immediate superannuation allowance and 37 were payable to former contributors who were entitled to leave their credits in the Fund in order to receive a deferred superannuation allowance after attaining the minimum retirement age.

Section 27- Administration expenses amounting to $1,448,502 were paid from the Fund.

Section 30 - An actuarial valuation was carried out as at March 31, 1980.

The valuation indicates an increase in the unfunded liability in respect of basic pension benefits from about $197,563,000 as of March 31, 1977 to about $631,172,000 as of March 31, 1980.

In the opinion of the actuary, projected statutory employer contributions are sufficient to amortize fully the above unfunded liability in approximately 30 years from March 31, 1980, assuming all actuarial assumptions are realised. However, effective April 1, 1983 the basis of funding of the plan was changed from "terminal funding" to "level contribution funding." Under terminal funding, at the time each pension is granted, the employer contributes an amount equal to the difference between the present value of the pension allowance granted and the value of the employee and matching employer credits. Under level contribution funding the employer contributes an additional percentage of salary, which is calculated to fully fund all new entrants to the plan while maintaining the unfunded liability as a constant percentage of payrolls.

Section 42 - Inflation Adjustment supplements totalling $10,789,647 ($6,279,568 in 1982/83) were charged to the Contributory Pensions Account. The annual increases are tied to the consumer price index and are payable to the extent that the capitalized value is available in the Inflation Adjustment Account. For this purpose employee and employer contributions each at the rate of 1.25% of salary and interest earnings attributable to funds held for the payment of superannuation allowances in excess of the rate assumed by the actuary are allocated to the Inflation Adjustment Account.

Comparative, statistical and detail schedules of contributions, refunds and allowances granted and in force at the year end are attached to this report.

Sections 43, 44, 45 and 46 - Death Benefits Fund claims payments totalling $126,500 and sources of funds therefor are summarized in Schedule 10 attached to this report.

JOHN W. COOK, F.C.I.A.
Superannuation Commissioner

Province of
British Columbia

Office of the
Auditor General
Province of British Columbia

8 Bastion Square
Victoria
British Columbia
V8V 1X4

AUDITOR'S REPORT

To the Superannuation Commissioner,

To the Provincial Secretary and Minister of Government Services
Province of British Columbia, and

To the Minister of Finance:

I have examined the statement of financial position of the Public Service Superannuation Fund, a fund in the Ministry of Finance, as at 31 March 1984 and the statement of changes in fund balance for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at 31 March 1984 and the changes in its fund balance for the year then ended in accordance with the stated accounting policies as set out in note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Erma Morrison, F.C.A.
Auditor General

Victoria, British Columbia
31 August 1984

EXHIBIT A

PUBLIC SERVICE SUPERANNUATION FUND

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 1984

	1984	1983
ASSETS		
Cash in Treasury and pool investments	$ 11,864,192	$ 18,326,575
Contributions receivable	4,561,834	5,128,978
Accrued interest on investments	54,508,837	47,021,136
Investments (Notes 2 and 3)		
Short-term	779,587,659	611,633,344
Long-term (Note 3)	935,324,869	853,487,472
Deferred losses less gains on sale of investments (Note 4)	11,288,818	2,468,856
	$1,797,136,209	$1,538,066,361
LIABILITY AND FUND BALANCE		
LIABILITY		
Accounts payable	$ 1,977,840	$ 221,298
FUND BALANCE (Exhibit B) (Note 5)		
Basic account	1,660,011,607	1,446,646,294
Inflation adjustment account	135,146,762	91,198,769
	1,795,158,369	1,537,845,063
	$1,797,136,209	$1,538,066,361

The nine accompanying notes are an integral part of these financial statements.

APPROVED BY:

John W. Cook, F.C.I.A., Superannuation Commissioner

Victor Barwin, C.A., Comptroller, Superannuation Commission

EXHIBIT B

PUBLIC SERVICE SUPERANNUATION FUND

STATEMENT OF CHANGES IN FUND BALANCE

FOR THE YEAR ENDED MARCH 31, 1984

	1984	1983
FUND BALANCE INCREASED BY:		
Contributions:		
Employees:		
Basic	$ 55,453,366	$ 56,927,475
Inflation adjustment	14,869,932	15,033,329
Voluntary	823,208	576,458
Military service	765,150	334,198
Reinstatement	77,652	93,209
	71,989,308	72,964,869
Employers:		
Province of British Columbia		
Basic	61,069,568	73,210,114
Inflation adjustment	10,662,354	10,810,786
Other employers		
Basic	24,555,659	18,423,562
Inflation adjustment	4,206,149	4,222,741
	100,493,730	106,667,203
Transfers from other funds	836,845	2,366,011
Transfers from Members of the Legislative Assembly Superannuation Account (Note 6):		
Upon grant of allowance	2,257,798	134,378
In respect of inflation adjustment supplements	32,769	33,532
Income from investments (Note 2)	171,476,124	160,104,162
	347,086,574	342,270,155
FUND BALANCE DECREASED BY:		
Superannuation allowance payments:		
Contributory	62,038,243	54,636,332
Inflation adjustment supplements (Note 5)	10,789,647	6,279,568
	72,827,890	60,915,900
Refunds	14,616,005	9,646,423
Transfers to other funds	333,809	509,912
Administration expenses (Note 8(a))	1,448,502	-
Investment management services (Note 8(b))	547,062	-
	89,773,268	71,072,235
NET INCREASE IN FUND BALANCE	257,313,306	271,197,920
FUND BALANCE AT BEGINNING OF YEAR (NOTE 9)	1,537,845,063	1,266,647,143
FUND BALANCE AT END OF YEAR	$1,795,158,369	$1,537,845,063

PUBLIC SERVICE SUPERANNUATION FUND

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 1984

1. DESCRIPTION OF THE PUBLIC SERVICE SUPERANNUATION PLAN

a) General

Under the Pension (Public Service) Act, the Public Service Superannuation Fund is a fund in the Ministry of Finance.

The Superannuation Commissioner appointed under the act is responsible to the Provincial Secretary and Minister of Government Services for administration of the Act. All contributions to the Fund are deposited in the Provincial Treasury and administered by the Minister of Finance, who has invested available moneys in various short-term and long-term investments.

The plan is a defined benefit pension plan, whereby benefits are not directly linked to contributions. The plan is open to eligible employees of the public service and of certain crown corporations, agencies, institutions and other designated employers.

b) Retirement Benefits

Members are eligible for unreduced benefits if they retire at age 55 with a minimum of 35 years contributory service and at age 60 with a minimum of 10 years contributory service. Reduced pensions are available at age 55 with a minimum of 10 years contributory service, and at age 60 with less than 10 years contributory service.

Certain groups of employees are eligible for retirement benefits at an earlier age.

The plan provides a pension of 2% per year of service up to a maximum of 70% prior to age 65 of the average salary earned in the five highest earning years before retirement. At age 65, date of death or disability, there is a reduction in the formula as a result of the integration with the Canada Pension Plan (the CPP offset). Reference should be made to the plan text for a more detailed description of the benefits.

c) Termination Benefits

A terminating employee may choose between leaving accumulated contributions on deposit or obtaining a refund. The refund includes interest credited. Employees leaving contributions on deposit having contributed for a minimum of 10 years are entitled to a deferred pension benefit.

d) Other Benefits

Disability and Survivor benefits are available under the plan.

2. SIGNIFICANT ACCOUNTING POLICIES

a) General Information

These financial statements have been prepared on the accrual basis of accounting. They show only the position of the Fund as at March 31, 1984 and the changes in Fund balance for the year then ended and do not purport to show the adequacy of the Fund to meet the obligations of the pension plan. The results of the latest actuarial valuation of the plan are described in Note 7 below.

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

b) Investment Valuation

Long-term investments have terms in excess of one year and include bonds issued or guaranteed by Canada or a Province, World Bank notes and shares in Canadian companies. They are carried at cost of acquisition adjusted as follows:

(i) Discounts and premiums on single maturity bonds are amortized on a straight line basis over the terms of the bonds.
(ii) Discounts on serial bonds are recognized as income when redemptions occur.
(iii) Shares are carried at cost adjusted by 7% of the difference between cost or adjusted cost and market value.

Gains and losses on disposal of long-term bonds are deferred and amortized on a straight line basis over the lesser of the remaining terms of the bonds or twenty years. The amortization is included in income from investments.

Short-term investments consist of deposits with chartered banks and other approved financial institutions. They are carried at cost of acquisition.

3. LONG-TERM INVESTMENTS

Long-term investments held at the end of the year are as follows:

	1984 $	1983 $
Book Value	935,324,869	853,487,472
Par Value	978,124,624	861,452,453
Market Value	816,247,738	768,453,062

The par value of the long-term investments does not include shares in Canadian companies having a book value of $16,440,706 ($15,766,010 in 1983) and a market value of $25,178,048 ($25,432,456 in 1983).

The difference between the book value and the market value of the investments is not considered to be a permanent reduction of the Fund balance available for payment of pension benefits and therefore has not been provided for as at March 31, 1984, since it is generally expected that Fund investments will be held to maturity.

4. DEFERRED LOSSES LESS GAINS ON SALE OF INVESTMENTS

	1984 $	1983 $
Balance at beginning of year	2,468,856	-
Losses (gains) on sale of investments:		
Current year	8,365,416	(121,312)
Prior year	-	2,515,329
	10,834,272	2,394,017
Amortization for the year	454,546	74,839
Balance at end of year	11,288,818	2,468,856

5. FUND BALANCE

The fund balance is made up of a Basic Account and an Inflation Adjustment Account. The Inflation Adjustment Account was created in 1980 to finance the payment of cost of living supplementary allowances. These allowances are adjusted each January 1st and are related to the annual increase in the Consumer Price Index as at each previous September 30th, but may be limited by the availability of funds in the Inflation Adjustment Account to provide the capitalized value of the increases.

The Inflation Adjustment Account includes contributions by employees and employers each at the rate of 1.25% of salary, the interest income therefrom, and the interest income on Basic Account funds attributed to the payment of pensions in excess of the rate assumed by the actuary. The Inflation Adjustment Account is decreased by refunds to former contributors and transfers to the Basic Account of the capitalized value of supplementary allowances granted. The Basic Account consists of all other assets of the Fund.

For the year ended March 31, 1984 excess interest earnings of $24,152,090 ($36,187,191 in 1983) were transferred from the Basic Account to the Inflation Adjustment Account. Effective January 1, 1984, supplementary allowances at the rate of 5% (10.355% in 1983) of the basic life time portion of pensions in payment were granted. The capitalized value of these supplementary allowances was $20,104,623 ($29,010,656 in 1983), which amount was transferred from the Inflation Adjustment Account to the Basic Account.

6. TRANSFER FROM THE MEMBERS OF THE LEGISLATIVE ASSEMBLY SUPERANNUATION ACCOUNT

Former Members of the Legislative Assembly who have been granted superannuation allowances are paid contributory allowances and inflation adjustment supplements from the Public Service Superannuation Fund.

A contributory allowance is financed at the time the allowance is first granted by the transfer to the Fund from the Members of the Legislative Assembly Superannuation Account (the Account) of the estimated cost of the future contributory benefits.

No assets have been transferred from the Account in connection with the inflation adjustment supplements, which commenced on January 1, 1982. An amount of $95,503 ($62,734 in 1983) due from the Account is included in contributions receivable in these financial statements. This represents the portion of the regular contributions of the Members of the Legislative Assembly allocated to inflation adjustment supplements.

7. ACTUARIAL VALUATION

According to the Pension (Public Service) Act, an actuarial valuation of the assets and liabilities of the Fund is required to be made by an Actuary at least once in each consecutive period of not more than five years. The most recent valuation was carried out as at March 31, 1980.

The valuation indicates an increase in the unfunded liability in respect of basic pension benefits from about $197,563,000 as of March 31, 1977 to about $631,172,000 as of March 31, 1980. The 1977 amount of $197,563,000

7. ACTUARIAL VALUATION (Continued)

would have been stated as $234,295,000 on the current basis since the actuary has changed his assumptions to include cost-of-living increases in the basic pensions as a result of the legislative changes which occurred in 1980. These increases were not included in the liability in previous valuations.

Effective April 1, 1983, revisions were made to the Pension (Public Service) Act in respective of employer funding. These changes are designed to maintain the unfunded liability as a constant percentage of total payrolls.

The key actuarial assumptions made in the valuation may be tabulated as follows -

Salary growth	-	8.0% for 1980/81 8.0% for 1981/82 13.0% for 1982/83 10.5% for 1983/84 8.0% for 1984/85 6.5% for 1985/86 5.5% thereafter
Interest rate on fund assets	-	6.5% per annum
Mortality - active employees	-	85% and 100% of the 1971 Group Annuity table for males and females respectively.
- other retired	-	Progressive Annuity Table without rating for males and rated down two years for females.
Withdrawal	-	Males, 105% and 90% of the graduated select and ultimate rates, respectively, used for the previous valuation
	-	Females, 90% and 85% of the graduated select and ultimate rates, respectively, used for the previous valuation
Retirement	-	Select and ultimate experience based on 1975-80 experience.
Retirement age	-	50 - 65

PUBLIC SERVICE SUPERANNUATION FUND

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 1984

8. FUND EXPENSES

a) Administration Expenses

Fees for administration expenses have been charged to the Fund for the first time, in 1984, in accordance with section 27 of the Pension (Public Service) Act.

b) Investment Management Services

Fees for investment management services have been charged to the Fund for the first time, in 1984, in accordance with section 39 of the Financial Administration Act and section 27 of the Pension (Public Service) Act.

9. COMPARATIVE FIGURES

The Fund balance at 1 April 1982, reported on the statement of changes in Fund balance as $1,266,647,143, includes an adjustment for realized net investment losses, reported as $2,665,522 in the financial statements for the year ended 31 March 1983.

PUBLIC SERVICE SUPERANNUATION FUND

SCHEDULE 1 (Page 1 of 2)

LONG-TERM INVESTMENTS HELD AS AT MARCH 31, 1984

	Par Value	Book Value	Market Value
Government of Canada	$ 206,412,500	$ 153,641,393	$ 149,127,746
Government of Canada guaranty -			
Federal Business Development Bank	8,000,000	7,986,000	8,080,000
Export Development Corporation	14,000,000	13,960,032	12,880,000
British Columbia Housing & Development Bond	2,800,000	2,800,000	2,800,000
Province of British Columbia	93,423,972	93,349,371	87,718,354
Province of Manitoba	1,960,000	1,954,691	1,827,700
Province of New Brunswick	2,000,000	1,986,250	1,910,000
Province of Nova Scotia	1,250,000	1,444,705	1,389,062
Province of Quebec	13,179,000	13,176,954	13,361,692
Province of Saskatchewan	24,036,000	23,750,770	21,366,413
Province of Alberta guaranty			
Alberta Municipal Finance Corporation	1,350,000	1,328,444	1,225,125
Alberta Telephone	16,000	11,851	11,940
Province of British Columbia guaranty -			
British Columbia Building Corporation Note	14,835,000	14,902,334	15,873,450
British Columbia Hydro and Power Authority	327,578,000	324,849,899	243,020,104
British Columbia Railway Company	87,262,000	87,093,585	73,379,286
British Columbia Electric	344,600	323,072	300,422
British Columbia Power Commission	1,699,000	1,667,677	1,438,204
British Columbia Educational Institutions Capital Financing Authority	1,025,000	1,025,000	960,938
British Columbia Regional Hospital Districts Capital Financing Authority	10,000,000	9,017,838	7,581,250
British Columbia School Districts Capital Financing Authority	38,368,900	37,953,084	35,215,596
British Columbia improvement districts	1,474,652	1,462,000	1,265,971
British Columbia municipalities	9,876,000	9,803,863	7,507,058
Municipal Finance Authority of British Columbia	19,355,000	19,307,870	20,238,506
Province of Manitoba guaranty -			
Manitoba Telephone Systems	70,000	67,182	48,913
Province of Newfoundland guaranty -			
Newfoundland and Labrador Hydro-electric Corporation	700,000	695,766	518,875
Newfoundland Municipalities Capital Financing	3,650,000	3,633,768	2,810,500
Province of Nova Scotia guaranty -			
Nova Scotia Power Corporation	1,647,000	1,574,551	1,159,076

PUBLIC SERVICE SUPERANNUATION FUND

SCHEDULE 1 (Page 2 of 2)

LONG-TERM INVESTMENTS HELD AS AT MARCH 31, 1984

	Par Value	Book Value	Market Value
Province of Ontario guaranty - Ontario Hydro-electric Power Commission	$ 69,311,000	$ 67,822,208	$ 56,954,124
Province of Quebec guaranty - Quebec Hydro-electric Commission	18,201,000	18,065,192	17,058,136
Eurobank guaranty - World Bank Notes	4,300,000	4,228,813	4,041,250
Total Value of Bonds and Notes	978,124,624	918,884,163	791,069,691
Shares-			
Bank of British Columbia (119,128)	-	1,485,486	1,548,664
British Columbia Telephone Company (1,215,844)	-	14,905,196	23,557,027
Canadian Pacific Limited (1,200)	-	24,209	52,650
Imperial Oil Limited (300)	-	12,373	11,550
International Nickel Company of Canada Ltd. (450)	-	13,442	8,156
Total Value of Shares	-	16,440,706	25,178,047
	$ 978,124,624	$ 935,324,869	$ 816,247,738
		(Exhibit A)	
1983 Comparisons	$ 861,452,453	$ 853,487,472	$ 768,453,062
		(Exhibit A)	

PUBLIC SERVICE SUPERANNUATION FUND

SCHEDULE 2

INVESTMENT INTEREST AND TRANSACTIONS

COMPARATIVE STATISTICS, APRIL 1, 1974 TO MARCH 31, 1984

YEAR ENDED MARCH 31	1975	1976	1977	1978	1979	1980	1981	1982	1983	1984
	%	%	%	%	%	%	%	%	%	%
NET EARNED RATE OF THE FUND	6.53	6.94	8.15	6.69	7.52	8.83	9.41	12.42	12.37	10.75
	$	$	$	$	$	$	$	$	$	$
	(000)	(000)	(000)	(000)	(000)	(000)	(000)	(000)	(000)	(000)
INCOME FROM INVESTMENTS	19,193	24,206	34,179	33,994	45,690	63,932	81,107	158,574	160,104	171,476
NET INCREASE (DECREASE) IN LONG-TERM INVESTMENTS										
Bonds - par value	42,595	68,512	86,020	99,120	112,948	73,199	214,221	(2,566)	106,694	116,672
Shares - book (1)	11,712	-	-	-	3,059	-	277	-	728	675
FUND BALANCE	327,075	394,988	478,012	572,277	687,918	823,385	982,343	1,263,982	1,537,845	1,795,158

(1) In 1982/83 the government changed the basis of valuation of shares. Formerly carried at cost, shares are now carried at cost adjusted by 7% of the difference between the previous carried value and market value.

PUBLIC SERVICE SUPERANNUATION FUND

SCHEDULE 3

INFLATION ADJUSTMENT ACCOUNT

STATEMENT OF CHANGES IN ACCOUNT BALANCE

FOR THE YEAR ENDED MARCH 31, 1984

	1984	1983
ACCOUNT BALANCE INCREASED BY:		
Contributions		
Employee	$ 14,869,932	$ 15,033,528
Employer	14,868,503	15,033,528
Transfers from other funds	70,450	49,596
Investment income	12,471,512	6,432,077
Excess interest transferred from Basic Account	24,152,090	45,160,856
	66,432,487	81,709,585
ACCOUNT BALANCE DECREASED BY:		
Refunds	1,674,854	774,627
Transfers to other funds	28,312	21,091
Allowance increase present value transfers to Basic Account	20,781,328	30,486,861
	22,484,494	31,282,579
NET INCREASE DURING YEAR	43,947,993	50,427,006
ACCOUNT BALANCE AT BEGINNING OF YEAR	91,198,769	40,771,763
ACCOUNT BALANCE AT END OF YEAR	$ 135,146,762	$ 91,198,769

PUBLIC SERVICE SUPERANNUATION FUND

SCHEDULE 4

MAIN COMPARATIVE STATISTICS, APRIL 1, 1974 TO MARCH 31, 1984

Fiscal Year	Number of Contributors	Employee Contributions		Employer Participation		Employee Refunds		Superannuation Allowances				
		Regular (3)	Voluntary, Reinstatement and Military	Contributions (3)	Refunds to Minister of Finance	Number	Amount	Number Granted	Deaths and Expirations	Number in Force at End of Year	Amount Paid: Fund	Amount Paid: Supplementary Allowances (4)
1974/75	33,227 2,489[1]	18,438,551	1,274,859	24,350,414	2,646,638	2,923	3,089,966	421 12[2]	102	4,198 302[2]	10,708,455	1,070,104
1975/76	37,526 2,966[1]	25,542,626	1,306,878	35,431,317	2,405,033	2,650	2,876,473	443 42[2]	47	4,594 342[2]	12,916,858	2,616,746
1976/77	37,799 2,970[1]	30,082,968	2,160,465	42,213,670	3,872,153	3,581	4,534,397	508 62[2]	91 12[2]	5,011 392[2]	14,966,711	3,729,673
1977/78	40,604 3,095[1]	36,365,508	2,384,132	51,970,631	4,303,524	2,981	5,110,493	564	114 12[2]	5,461 382[2]	17,611,890	4,851,759
1978/79	43,020 3,243[1]	40,189,724	2,236,950	64,516,199	5,107,284	2,910	6,031,800	686 32[2]	107 12[2]	6,040 402[2]	21,421,711	6,531,972
1979/80	46,177 3,033[1]	44,547,242	1,756,615	71,025,484	7,490,209	3,856	8,727,191	694 72[2]	78	6,656 472[2]	25,582,534	8,615,903
1980/81	47,857 3,640[1]	54,348,447	1,273,020	78,503,914	4,503,644	4,075	12,248,437	709 12[2]	151 12[2]	7,214 472[2]	30,239,736	11,451,709
1981/82	49,057 3,944[1]	64,956,872	1,799,625	91,003,851	-	5,148	16,102,436	828	134	7,908 472[2]	48,484,023	1,254,158
1982/83	50,396 3,871[1]	71,961,004	1,003,865	106,667,203	-	2,845	9,646,423	825 12[2]	146	8,587 482[2]	54,636,332	6,279,568
1983/84	49,055 3,939[1]	70,323,298	1,666,010	100,493,730	-	3,448	14,616,005	952 82[2]	160 12[2]	9,379 552[2]	62,038,243	10,789,647

1. Nonactive - out of service but account remains at credit.
2. Allowances in respect of former Members of the Legislative Assembly.
3. Employee and employer contributions increased by 0.5% of salary effective November 1, 1976 and by a further 0.5% of salary effective October 1, 1980.
4. Effective July 1, 1974 cost of living supplements commenced. Effective November 1, 1976 these were being financed by the additional employee and employer contributions referred to in note 3. Effective October 1, 1980, employee and employer contributions each of 1.25% of salary are being credited to the Inflation Adjustment Account and used to finance the capital cost of supplementary cost of living pension increases granted each January 1st.

PUBLIC SERVICE SUPERANNUATION FUND
SCHEDULE 5
COMPARATIVE STATISTICS, APRIL 1, 1974 TO MARCH 31, 1984
SUBDIVIDED ACCORDING TO SEX OF CONTRIBUTOR

Fiscal Year	Number of Contributors		Number of Refunds Granted		ALLOWANCES					
					Number of Allowances Granted		No. of Deaths & Expirations		No. of Allowances in Force at end of Year	
	Male	Female	Male	Female	Male	Female	Male	Female	Male	Female
1974/75	21,879	11,348	1,401	1,522	303	118	85	17	3,256	942
Non-active	1,227	1,262								
1975/76	24,031	13,495	1,121	1,529	307	136	21	26	3,542	1,052
Non-active	1,503	1,463								
1976/77	23,518	14,281	1,549	2,032	364	144	69	22	3,837	1,174
Non-active	1,558	1,412								
1977/78	24,640	15,964	1,223	1,758	387	177	74	40	4,150	1,311
Non-active	1,600	1,495								
1978/79	25,807	17,213	1,174	1,736	487	199	81	26	4,556	1,484
Non-active	1,686	1,557								
1979/80	26,670	19,507	1,722	2,134	471	223	26	52	5,010	1,646
Non-active	1,577	1,456								
1980/81	28,538	19,319	1,760	2,315	484	225	89	62	5,405	1,809
Non-active	1,661	1,979								
1981/82	28,791	20,266	2,324	2,824	626	202	49	37	5,982	1,974
Non-active	1,757	2,187								
1982/83	29,197	21,199	1,128	1,717	630	196	110	37	6,502	2,133
Non-active	1,944	1,927								
1983/84	28,584	20,471	1,354	2,094	721	239	124	37	7,099	2,335
Non-active	1,968	1,971								

Non-active - out of service but account remains at credit.

PUBLIC SERVICE SUPERANNUATION FUND

SCHEDULE 6

NORMAL ALLOWANCES GRANTED APRIL 1, 1983 TO MARCH 31, 1984

SUBDIVIDED BY YEARS OF SERVICE AND VALUE OF ALLOWANCE

Years of Service	Number of Allowances Granted	Average Salary During Last Five Years	Average Annual Allowance on Single Life Plan	Average Value of Allowance	Average Employee Share	Average Government Share
		$	$	$	$	$
Under 10 years	58	24,624	2,847	32,335	10,033	22,302
10 - 14	188	21,780	3,814	40,239	12,228	28,011
15 - 19	172	22,704	5,718	60,761	15,406	45,355
20 - 24	97	23,772	8,371	87,149	20,107	67,042
25 - 29	100	24,624	10,790	116,652	25,603	91,049
30 - 34	101	27,360	14,667	159,422	30,506	128,916
35 & Over	124	29,127	17,874	197,211	33,591	163,620
AVERAGE OF NORMAL ALLOWANCES GRANTED DURING YEAR:						
	62 (Age)	24,471	8,873	95,912	20,581	75,331
TOTAL VALUE OF NORMAL ALLOWANCES GRANTED DURING YEAR:						
	840	20,555,268	7,453,043	80,565,911	17,287,770	63,278,141

PUBLIC SERVICE SUPERANNUATION FUND

SCHEDULE 7

NORMAL ALLOWANCES GRANTED APRIL 1, 1983 TO MARCH 31, 1984

GRANTED TO FORMER CONTRIBUTORS WHOSE MAXIMUM RETIREMENT AGE WAS 65

Years of Service	Age at Retirement													
	Under 55	55	56	57	58	59	60	61	62	63	64	65	Total	%
Under 10	-	1	2	-	3	2	7	1	6	8	8	19	57	7
10 - 14	-	9	6	14	5	6	15	12	13	18	18	67	183	23
15 - 19	-	3	7	4	9	6	24	15	10	14	8	70	170	21
20 - 24	-	2	1	-	3	5	14	6	5	10	7	35	88	11
25 - 29	-	7	4	1	3	2	12	7	17	7	9	19	88	11
30 - 34	-	9	3	3	7	4	18	16	10	7	5	16	98	12
35 & Over	-	13	12	8	14	8	19	16	4	10	9	11	124	15
Total	-	44	35	30	44	33	109	73	65	74	64	237	808	
Percent	-	6	4	4	6	4	13	9	8	9	8	29		100

GRANTED TO FORMER CONTRIBUTORS WHOSE MAXIMUM RETIREMENT AGE WAS 60

Years of Service	Age at Retirement													
	Under 50	50	51	52	53	54	55	56	57	58	59	60	Total	%
Under 10	-	-	-	-	-	-	-	-	-	-	-	1	1	3
10 - 14	-	-	-	-	-	-	1	1	-	-	-	4	6	18
15 - 19	-	-	-	-	-	-	-	2	-	-	-	2	4	13
20 - 24	-	-	-	-	-	-	-	-	-	2	2	3	7	22
25 - 29	-	-	-	-	-	3	2	1	2	1	-	1	10	31
30 - 34	-	-	-	-	-	-	1	-	-	1	-	2	4	13
35 & Over	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	3	4	4	2	4	2	13	32	
Percent	-	-	-	-	-	9	13	13	6	13	6	40		100

ALLOWANCES OTHER THAN NORMAL GRANTED APRIL 1, 1983 TO MARCH 31, 1984

Number of Allowances Granted	Death	Disability	Deferred
112	59	23	30

PUBLIC SERVICE SUPERANNUATION FUND

APPROVED AND RECIPROCAL EMPLOYERS

SCHEDULE B

AS AT MARCH 31, 1984

APPROVED EMPLOYERS

Section 18(4)(a) provides for the granting of a deferred allowance to a contributor who within three years after making his last contribution to the Fund enters the service of one of the following employers and becomes entitled to an allowance -

	Effective Date
B. C. Central Credit Union	December 4, 1974
B. C. Railway Company	June 10, 1963
City of Calgary	July 13, 1972
Government of Canada	June 24, 1955
Legislative Assembly of the Province of British Columbia	June 10, 1963
Pacific Press Limited	July 14, 1960
University of British Columbia	August 20, 1962
University of Victoria	December 21, 1970
Pacific Coach Lines (formerly Vancouver Island Coach Lines)	April 1, 1979
Simon Fraser University	September 18, 1980

SPECIAL AGREEMENT WITH APPROVED EMPLOYERS

Section 38(4) provides for the transfer of funds in respect of an employee who following termination of service transfers to or from one of the following approved employers and makes application for such transfer of funds in accordance with the terms of the agreement -

B. C. Hydro and Power Authority	September 14, 1970
Central Mortgage and Housing Corporation	March 6, 1975
Government of Canada	June 24, 1955
Province of Alberta	October 19, 1976
Province of Alberta - Management Positions	May 5, 1977
Province of Manitoba	February 17, 1975
Province of New Brunswick	December 11, 1974
Province of Newfoundland	September 23, 1980
Province of Ontario	August 4, 1971
Province of Prince Edward Island	March 1, 1979
Province of Saskatchewan	May 2, 1977
Canadian Broadcasting Corporation	July 2, 1981

RECIPROCAL EMPLOYERS

Section 16 provides for the method of determining pensionable service and highest average salary together with pro-rata sharing of the present value of the allowance and transfer of funds in respect of an employee who within three years of termination of his service transfers to or from the service of the following reciprocal employers -

An employer under the Pension (College) Act	April 1, 1973
An employer under the Pension (Municipal) Act	April 1, 1973
An employer under the Pension (Teachers) Act	April 1, 1973
Workers' Compensation Board	June 5, 1974

PUBLIC SERVICE SUPERANNUATION FUND

APPROVED GROUP DISABILITY SALARY CONTINUANCE PLANS

SCHEDULE 9

AS AT MARCH 31, 1984

APPROVED EMPLOYERS	Effective Date
Section 1 provides for the approval of group disability salary continuance plans by the Provincial Secretary. Section 15(7) provides that any period during which a contributor receives benefits from an approved plan, is treated as a period of pensionable service for the purposes of the Pension (Public Service) Act in respect of the following employers -	
B. C. Assessment Authority	October 14, 1976
B. C. Institute of Technology	July 25, 1977
Emergency Health Services Commission	January 6, 1978
Metro Transit Operating Company	June 10, 1980
Public Service Long Term Disability Plan	April 26, 1978
Workers' Compensation Board (Boards of Review)	October 10, 1980
B. C. Government Employees' Union	May 27, 1981
B. C. Housing Management Commission	July 6, 1981

PENSION (PUBLIC SERVICE) ACT

SCHEDULE 10

DEATH BENEFITS FUND

Section 43 - 46

Any contributor who is eligible for an allowance under the Pension (Public Service) Act or the Legislative Assembly Allowances and Pension Act may elect, on or before the day on which their allowance is granted, to purchase insurance coverage under the Death Benefits Fund. The cost to each contributor is $1.00 per month. Benefits payable upon death are dependent on the age of the participant:

Less than 66	$ 1,000
66 but not 67	900
67 but not 68	800
68 but not 69	700
69 but not 70	600
70 or over	500

SUMMARY OF CLAIMS PAID FOR THE YEAR ENDED MARCH 31, 1984

Number of Claims	Amount of Claims	Total
129	$ 500	$ 64,500
14	600	8,400
7	700	4,900
10	800	8,000
13	900	11,700
29	1,000	29,000
202		$ 126,500

SUMMARY OF SOURCES OF FUNDS FOR THE YEAR ENDED MARCH 31, 1984

Contributions by superannuants	$ 73,321
Contributions by Government	53,179
	$ 126,500

6,328 superannuants were contributing as at March 31, 1984.